#### BAKER & MCKENZIE

#### Baker & McKenzie LLP

815 Connecticut Avenue, N.W. Washington, DC 20006-4078 United States

ORIGINAL

Tel: +1 202 452 7000 Fax: +1 202 452 7074 www.bakermckenzie.com

Asia Pacific

Bangkok Beijing Hanoi Ho Chi Minh City Hong Kong

Jakarta\* Kuala Lumpur\* Manila\*

Melbourne Shanghai Singapore

Sydney Taipei Tokyo

Europe, Middle East & Africa

Abu Dhabi Almaty Amsterdam Antwerp

Antwerp Bahrain Baku Barcelona

Barcelona Berlin Brussels Budapest Cairo

Casablanca Doha Dusseldorf Frankfurt/Main Geneva Istanbul

Johannesburg Kyiv London Luxembourg

Madrid Milan Moscow Munich

Paris Prague Riyadh Rome St. Petersburg

St. Petersi Stockholm Vienna Warsaw Zurich

Latin America

Bogota Brasilia\* Buenos Aires Caracas Guadalajara

Juarez Lima Mexico City

Monterrey Porto Alegre\* Rio de Janeiro\*

Rio de Janeiro Santiago Sao Paulo\* Tiluana

Valencia

North America

Chicago
Dallas
Houston
Miami
New York
Palo Alto
San Francisco

New York Palo Alto San Francisco Toronto Washington, DC \* Associated Firm March 22, 2013

Donald S. Clark

Secretary

Federal Trade Commission 600 Pennsylvania Ave., N.W. Washington, D.C. 20580

In the Matter of Phoebe Putney Health System Inc., et. al.

Secretary Clark:

Enclosed is a copy of Respondents Phoebe Putney Memorial Hospital, Inc., Phoebe Putney Health System, Inc., Phoebe North Inc., and Hospital Authority of Albany-Dougherty County's March 22, 2013 (1) Reply Brief in Support of Respondents' Motion to Reschedule Hearing Date and (2) Motion for Leave to File Reply Brief in Support of Respondents' Motion to Reschedule Hearing filed with the Federal Trade Commission in the above-noted matter.

Please acknowledge your receipt of this letter and the delivery of the enclosed submission.

Best regards,

/s/ Lee K.Van Voorhis

Lee Van Voorhis, Esq.

Partner

+1 202 835 6162

lee.vanvoorhis@bakermckenzie.com

Cc: Emmet J. Bondurant, Esq.

Frank M. Lowrey, Esq. Michael A. Caplan, Esq.

**Enclosures** 

Baker & McKenzie LLP is a member of Baker & McKenzie International, a Swiss Verein.

# UNITED STATES OF AMERICA BEFORE THE FEDERAL TRADE COMMISSION ORIGINAL

**COMMISSIONERS:** 

Edith Ramirez, Chairman

**Julie Brill** 

Maureen K. Ohlhausen Joshua D. Wright

| RECEIVED DOCHMENTS |
|--------------------|
| RECEIVED DOCUMENTS |
| MAR 72 2 2013      |
|                    |
| SECRETARY          |

| In the Matter of                       |                   |
|--|-------------------|
| Phoebe Putney Health System, Inc.      | )                 |
| a corporation, and                     | ) Docket No. 9348 |
| Phoebe Putney Memorial Hospital, Inc.  | )                 |
| a corporation, and                     | ) Public          |
|  | )                 |
| HCA Inc.                               | )                 |
| a corporation, and                     | )                 |
|  | )                 |
| Palmyra Park Hospital, Inc.            | )                 |
| a corporation, and                     | )                 |
|  | )                 |
| Hospital Authority of Albany-Dougherty | )                 |
| County                                 | )                 |

# MOTION FOR LEAVE TO FILE REPLY BRIEF IN SUPPORT OF RESPONDENTS' MOTION TO RESCHEDULE HEARING

Pursuant to Rule 3.22(d), Respondents respectfully request leave to file the attached proposed reply in support of their pending motion to reschedule the hearing date. Respondents request leave in order to draw the Commission's attention to statements and proceedings in the March 21, 2013 scheduling conference before the Administrative Law Judge (conducted after Respondents filed their motion) that are contrary to the arguments advanced by Complaint Counsel in opposition to rescheduling.<sup>1</sup> More specifically:

<sup>&</sup>lt;sup>1</sup> Rule 3.22(d) provides for leave where the parties wish "to draw ... the Commission's attention to recent important developments or controlling authority that could not have been raised earlier in the party's principal brief. The reply may be conditionally filed with the motion seeking leave to reply."

- (1) Complaint Counsel argue that Respondents need no more time to develop their expert rebuttal reports than would be available under a July 2013 hearing schedule because Respondents have had the relevant expert report the April 2011 Report by Dr. Garmon for two years. Complaint Count's Opposition to Respondents' Motion to Reschedule Hearing Date ("Opposition") at 4 ("Respondents have had a copy of this report, and an opportunity to analyze it and prepare for rebuttal, *for almost two years*") (emphasis original). However, when asked by Judge Chappell at the March 21 scheduling conference, Complaint Counsel revealed that they will rely on as many as three experts. Tr. of Mar. 21, 2013 Status Conf. at 11-12 ("If I were to guess today, I would expect Complaint Counsel to have between one and three experts, and I just don't have the information upon which to make that final decision"). Further, Complaint Counsel has confirmed that the reports will be new ones.
- (2) Complaint Counsel's opposition suggests that four months for hearing preparation is sufficient because, when combined with an alleged month-and-a-half of discovery conducted prior to the stay, the parties will have had the full five-month default period set out by Commission Rules. Opposition at 2. But, to the best of Respondents' knowledge, the parties did not obtain discovery responses prior to the stay and, in any case, Complaint Counsel informed Judge Chappell on March 21 that they will withdraw all discovery requests issued prior to the stay and replace them with new requests. *See* Tr. of Mar. 21, 2013 Status Conf. at 6-7.
- (3) Complaint Counsel's opposition implies that Respondents have delayed proceedings by withholding information necessary for Complaint Counsel to identify additional witnesses.

  Opposition at 4, n.7. However, the transcript of the March 21 status conference shows that Counsel is referring to a *mutual* exchange by *both* parties of limited information that is to occur by March 28. See Tr. of Mar. 21, 2013 Status Conf. at 20-21. That is different than Complaint

Counsels' implication that Respondents are holding things up. Second, while Complaint
Counsel says Respondents are the "only" reason that they have not yet identified new witnesses
(Opposition at 4), the truth is that Complaint Counsel had never proposed to update their
preliminary witness list sooner than April 1, which is the date that they requested and obtained
from Judge Chappell in the March 21 scheduling conference.

Other than the April 1 and April 5 dates for Complaint Counsel's and Respondents' preliminary witness lists, Judge Chappell left the schedule open until the Commission ruled on Respondents' motion to reschedule the hearing. *Id.* at 9 ("I don't intend to issue a scheduling order until that motion is either granted or denied."). So any suggestion that Respondents are a source of delay is inconsistent with the proceedings before Judge Chappell.

Accordingly, Respondents respectfully request leave pursuant to Rule 3.22(d) to file the attached, proposed reply regarding the new matters summarized above.

Dated: March 22, 2013

#### Respectfully submitted,

By /s/ Lee K. Van Voorhis
Lee K. Van Voorhis, Esq.
Baker & McKenzie LLP
815 Connecticut Avenue, NW
Washington, DC 20006
Counsel For Phoebe Putney Memorial
Hospital, Inc., Phoebe Putney Health
System, Inc., and Phoebe North, Inc.

Emmet J. Bondurant, Esq.
Frank M. Lowrey, Esq.
Michael A. Caplan, Esq.
Bondurant, Mixson & Elmore LLP
1201 W. Peachtree Street, Suite 3900
Atlanta, Georgia 30309
Counsel for Respondent Hospital
Authority of Albany-Dougherty County

### UNITED STATES OF AMERICA BEFORE THE FEDERAL TRADE COMMISSION

| COMMISSIONERS:         | Edith Ramirez, Chairman<br>Julie Brill<br>Maureen K. Ohlhausen<br>Joshua D. Wright |
|------------------------|--|
| In the Matter of       | )  |
| Phoebe Putney Health S | ystem, Inc.  |

a corporation, and
)
Phoebe Putney Memorial Hospital, Inc.
a corporation, and
)
HCA Inc.
a corporation, and
)
Palmyra Park Hospital, Inc.
a corporation, and
)
Hospital Authority of Albany-Dougherty
)

## [PROPOSED] ORDER

Having reviewed the Respondents' Motion for Leave to File a Reply Brief in Support of Respondents' Motion to Reschedule Hearing Date, it is hereby

ORDERED that the Motion is GRANTED; and it is further

**ORDERED** that the Reply Brief in Support of Respondents' Motion to Reschedule Hearing Date attached to Respondents' motion be deemed filed as of the date of this Order;

By the Commission.

Donald S. Clark Secretary

Docket No. 9348

Dated:

County

### **CERTIFICATE OF SERVICE**

I hereby certify that this 22nd day of March, 2013 a true and correct copy of the foregoing Motion for Leave to File Reply Brief in Support of Respondents' Motion to Reschedule Hearing was filed via FTC e-file, which will send notification of such filing to:

Donald S. Clark
Secretary
Federal Trade Commission
Room H113
600 Pennsylvania Avenue, NW
Washington, DC 20580
dclark@ftc.gov

I also certify that I delivered via electronic mail and hand delivery a copy of the foregoing document to:

The Honorable D. Michael Chappell Administrative Law Judge Federal Trade Commission Room H110 600 Pennsylvania Avenue, NW Washington, DC 20580 oalj@ftc.gov

and by electronic mail to the following:

Goldie V. Walker, Esq. Lead Counsel Federal Trade Commission Bureau of Competition 600 Pennsylvania Avenue, NW Washington, DC 20580 gwalker@ftc.gov

Edward D. Hassi, Esq.
Trial Counsel
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580

Jeff K. Perry, Esq.
Assistant Director
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
jperry@ftc.gov

Priya B. Viswanath, Esq.
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
pviswanath@ftc.gov

#### ehassi@ftc.gov

Maria M. DiMoscato, Esq. Federal Trade Commission Bureau of Competition 600 Pennsylvania Avenue, NW Washington, DC 20580 mdimoscato@ftc.gov

Sara Y. Razi, Esq.
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
srazi@ftc.gov

Matthew A. Tabas, Esq. Federal Trade Commission Bureau of Competition 600 Pennsylvania Avenue, NW Washington, DC 20580 mtabas@ftc.gov

W. Stephen Sockwell, Esq. Federal Trade Commission Bureau of Competition 600 Pennsylvania Avenue, NW Washington, DC 20580 wsockwell@ftc.gov

Lucas Ballet
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
lballet@ftc.gov

Douglas Litvack
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
dlitvack@ftc.gov

Peter C. Herrick, Esq.
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
pherrick@ftc.gov

Thomas H. Brock, Esq.
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
tbrock@ftc.gov

Scott Reiter, Esq Federal Trade Commission Bureau of Competition 600 Pennsylvania Avenue, NW Washington, DC 20580 sreiter@ftc.gov

Christopher Abbott
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
cabbott@ftc.gov

Amanda Lewis
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
alewis@ftc.gov

Jennifer Schwab
Federal Trade Commission
Bureau of Competition
600 Pennsylvania Avenue, NW
Washington, DC 20580
jschwab@ftc.gov

Robert J. Baudino, Esq. baudino@baudino.com
Amy McCullough, Esq. McCullough@baudino.com
Karin A. Middleton, Esq. middleton@baudino.com
David J. Darrell, Esq. darrell@baudino.com
Baudino Law Group, PLC
2409 Westgate Drive
Albany, Georgia 31707

Kevin J. Arquit, Esq.
karquit@stblaw.com
Aimee H. Goldstein, Esq.
agoldstein@stblaw.com
Jennifer Rie, Esq.
jrie@stblaw.com
Meryl G. Rosen, Esq.
mrosen@stblaw.com
Nicholas F. Cohen, Esq.
ncohen@stblaw.com
Paul C. Gluckow, Esq.
pgluckow@stblaw.com
Simpson Thacher and Bartlett, LLP
425 Lexington Avenue
New York, New York 10017

Lee Van Voorhis, Esq.

Lee.vanvoorhis@bakermckenzie.com
Katherine I. Funk
Katherine.funk@bakermckenzie.com
Teisha C. Johnson
Teisha.johnson@bakermckenzie.com
Baker & McKenzie, LLP
815 Connecticut Avenue, NW
Washington, DC 20006

Emmet J. Bondurant, Esq.

Bondurant@bmelaw.com

Michael A. Caplan, Esq.

caplan@bmelaw.com

Ronan A. Doherty, Esq.

doherty@bmelaw.com

Frank M. Lowrey, Esq.

lowrey@bmelaw.com

Bondurant, Mixson & Elmore, LLP

1201 West Peachtree St. N.W., Suite 3900

Atlanta, GA 30309

Jonathan L. Sickler, Esq.

Jonathan.sickler@weil.com

James Egan, Jr., Esq.

jim.egan@weil.com

Vadim Brusser, Esq.

Vadim.brusser@weil.com

Robin Cook, Esq.

Robin.cook@weil.com

Weil, Gotshal & Manges, LLP

1300 Eye St. NW, Suite 900

Washington, DC 20005-3314

This 22nd day of March, 2013.

<u>/s/ Lee K. Van Voorhis</u>
Lee Van Voorhis, Esq.

Counsel for Phoebe Putney Memorial
Hospital, Inc., Phoebe Putney Health
System, Inc., and Phoebe North, Inc.

#### CERTIFICATE FOR ELECTRONIC FILING

I certify that the electronic copy sent to the Secretary of the Commission is a true and correct copy of the paper original and that I possess a paper original of the signed document that is available for review by the parties and the adjudicator.

March 22, 2013

By:

/s/ Lee K. Van Voorhis
Lee Van Voorhis, Esq.
Counsel for Phoebe Putney Memorial
Hospital, Inc., Phoebe Putney Health
System, Inc., and Phoebe North, Inc.